BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF SOUTH DAKOTA

IN THE MATTER OF THE JOINT REQUEST)	C
FOR AN ELECTRIC SERVICE TERRITORY)	APP
BOUNDARY CHANGE BETWEEN BUTTE)	SE
ELECTRIC COOPERATIVE, INC. AND)	ВС
BLACK HILLS POWER, INC.	j	

ORDER GRANTING
APPROVAL OF ELECTRIC
SERVICE TERRITORY
BOUNDARY CHANGE
EL05-014

On April 8, 2005, the Public Utilities Commission (Commission) received a joint filing by Butte Electric Cooperative, Inc. (Butte) and Black Hills Power, Inc. (BHP) for approval of an electric service territory boundary change. Butte and Black Hills have agreed to exchange territorial areas. The exchanges include a proposed lift station at Exit 17 in Lawrence County, exchange of territory in the Sandstone HillslCountryside Subdivision, exchange of territory due to Highway 85 line relocation and construction, and property owned by Kevin McKee. Both utilities support the request and state the exchange of territory would provide for an electric system that avoids unnecessary duplication of facilities and helps minimize operational challenges. The electric service boundary change is as follows:

Butte shall transfer to BHP:

The West side of Highway 85 in the Redwater Hill Area, Section 3, Township 7 North, Range 2, East Black Hills Meridian, Butte County, South Dakota.

Lot 26 of Sandstone Hills, Section 11

A portion of Lot 31, Block 14 of Sandstone Hills, Section 13

A portion of Lot 17, Block 15 of Sandstone Hills, Section 13

A portion of Lot 1, Block 16 of Sandstone Hills, Section 13

A portion of Lot 1, Lot 2 and a portion of Lot 3, Block 16 of Sandstone Hills, Section 13.

all in Township 6 North, Range 2, East Black Hills Meridian, Lawrence County, South Dakota.

That portion of the NW1/4SW1/4 of Section 14, located South of Interstate 90 and North of Highway 14, Township 6 North, Range 3, East Black Hills Meridian, Lawrence County, South Dakota.

BHP shall transfer to Butte:

That portion of Section 3 located on the East side of Highway 85, Township 7 North, Range 2, East Black Hills Meridian, Butte County, South Dakota.

A portion of Tract 1 (Church Lot) of Sandstone Hills, Section 13

A portion of Lot 32 or 32A (depending on which plat), Block 17 of Sandstone Hills, Section 13

A portion of Lot 1, Block 9 of Countryside Subdivision, Section 13

Lots I and 2, Block 14 and Lots 3 to 7, Block 15 of Countryside Subdivision, Section 13

The SW114NWII4 and the NE1/4NE114 of Section 13,

all in Township 6 North, Range 2, East Black Hills Meridian, Lawrence County, South Dakota.

A portion of Clair No. 6, all of Denton No. 2, Sterling, Sterling No. 1 and 2 of M.S. 1135, Section 17, Township 4 North, Range 4, East Black Hills Meridian, Lawrence County, South Dakota.

On September 27, 2005, at its regularly scheduled meeting, the Commission considered the request for approval of the boundary change. Commission Staff stated that all affected landowners had been advised of the proposed territory changes and did not object to them, and Staff recommended approval of the joint request.

The Commission finds that it has jurisdiction over the matter pursuant to SDCL 49-34A, specifically, 49-34A-4, 49-34A-42, and 49-34A-55. Further, the Commission finds that the boundary change will avoid unnecessary duplication of facilities and help minimize operational challenges. The Commission concludes that the change in the service territory boundary is in the public interest and it shall be granted. As the Commission's final decision in this matter, it is therefore

ORDERED, that the request seeking approval of an electric service territory boundary change between Butte and BHP is hereby granted.

Dated at Pierre, South Dakota, this ______ October, 2005

CERTIFICATE OF SERVICE

The undersigned hereby certifies that this document has been served today upon all parties of record in this docket, as listed on the docket service list, by facsimile or by first class mail, in properly addressed envelopes, with charges prepaid thereon.

By:

| Date: | D | 4 | 0.5 |
| (OFFICIAL SEAL)

BY ORDER OF THE COMMISSION:

Cary Manson, Chairman

Court of the Commissioner

BY ORDER OF THE COMMISSION:

Commissioner